

Mr. Perrin, from the Committee on Insurance, submitted the following report :

MR. SPEAKER: Your Committee on Insurance, to whom was referred House File No. 93, a bill for an act to regulate the forfeitures of policies of life insurance, beg leave to report that they have had the same under consideration, and have instructed me to report the same back to the House with the recommendation that it do pass.

PERRIN, *Chairman.*

HOUSE FILE NO. 93.]

[O'DONNELL.

## A BILL

FOR AN ACT TO REGULATE THE FORFEITURES OF POLICIES OF LIFE INSURANCE.

SECTION 1. *Be it enacted by the General Assembly of the State of Iowa,* That no policy of  
2 insurance on life hereafter issued by any company doing business within this state shall be for-  
3 feited or become void by the non-payment of premiums thereon, any further than regards the  
4 right of the party insured therein to have it continued in force beyond a certain period, to be  
5 determined as follows, to wit: The net value of the policy, when the premium becomes due and  
6 is not paid, shall be ascertained according to the "combined experience" or "actuaries'" rate of  
7 mortality, with interest at four per centum per annum. After deducting from such net value  
8 any indebtedness to the company or notes held by the company against the insured, which notes,  
9 if given for premium, shall then be cancelled, four-fifths of what remains shall be considered as a  
10 net single premium of temporary insurance, and the term for which it will insure shall be deter-  
11 mined according to the age of the party at the time of the lapse of premium and the assumptions  
12 of mortality and interest aforesaid.

SEC. 2. If the death of the party occur within the term of temporary insurance covered by the  
2 value of the policy, as determined in the previous section, and if no condition of the insurance,  
3 other than the payment of premiums, shall have been violated by the insured, the company shall  
4 be bound to pay the amount of the policy, the same as if there had been no lapse of premium,  
5 anything in the policy to the contrary notwithstanding; *provided, however,* that notice of the  
6 claim and proof of the death shall be submitted to the company within ninety days after the  
7 decease; *and provided also,* that the company shall have the right to deduct from the amount  
8 insured in the policy the amount, at six per cent per annum, of the premiums that had been for-  
9 borne at the time of the death.